

UNIFIED SCHOOL DISTRICT NO. 309

FINANCIAL STATEMENT  
JUNE 30, 2018

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BUSBY FORD & REIMER, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

**UNIFIED SCHOOL DISTRICT NO. 309**  
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**JUNE 30, 2018**

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# BUSBY FORD & REIMER, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

### **Board of Education Unified School District No. 309**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of **Unified School District No. 309**, as of and for the year ended **June 30, 2018**, and the related notes to the financial statement.

#### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

#### *Auditors' Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Board of Education  
Unified School District No. 309**

*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*

As described in Note 1 of the financial statement, the financial statement is prepared by **Unified School District No. 309**, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Unified School District No. 309**, as of **June 30, 2018**, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Unified School District No. 309**, as of **June 30, 2018**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedules of regulatory basis cash receipts and disbursements and district activity funds schedules of regulatory basis cash receipts, expenditures and unencumbered cash (Regulatory-Required Supplementary Information as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, and is not a required part of the financial statement.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement.

**Board of Education  
Unified School District No. 309**

The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

The 2017 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2017 basic financial statement upon which we rendered an unmodified opinion dated November 2, 2017. The 2017 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note 1.

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 6, 2018, on our consideration of **Unified School District No. 309's** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Unified School District No. 309's** internal control over financial reporting and compliance.

***Busby Ford & Reimer, LLC***

Busby Ford & Reimer, LLC  
November 6, 2018

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SUMMARY OF CASH RECEIPTS, EXPENDITURES,**  
**AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Beginning	Prior Year	Cash Receipts	Expenditures	Ending	Add	Ending Cash
	Unencumbered	Canceled			Unencumbered	Encumbrances	
	Cash Balance	Encumbrances			Cash Balance	and Accounts Payable	Balance
General Fund	\$ 0	\$ 0	\$ 8,440,435	\$ 8,440,435	\$ 0	\$ 17,470	\$ 17,470
Special Purpose Funds							
Supplemental General	67,276	0	2,934,755	2,877,347	124,684	7,369	132,053
At Risk (4 Year Old)	31,576	0	81,320	78,626	34,270	0	34,270
At Risk (K-12)	203,732	0	1,325,000	1,331,633	197,099	0	197,099
Bilingual Education	30,903	0	30,000	31,575	29,328	0	29,328
Virtual Education	10,195	0	120,000	60,394	69,801	0	69,801
Capital Outlay	1,426,723	0	610,480	530,518	1,506,685	60,694	1,567,379
Driver Training	43,645	0	10,348	10,443	43,550	0	43,550
Food Service	121,508	0	696,030	697,050	120,488	4,463	124,951
Professional Development	57,040	0	37,620	41,095	53,565	0	53,565
Parent Education	12,766	0	5,000	8,157	9,609	0	9,609
Special Education	726,362	0	1,646,768	1,716,934	656,196	0	656,196
Career and Postsecondary Education	140,386	0	324,391	315,981	148,796	0	148,796
KPERs Contribution	0	0	839,957	839,957	0	0	0
Federal Funds	0	0	272,744	272,744	0	0	0
Gifts and Grants	1,154	0	53,020	50,119	4,055	0	4,055
Contingency Reserve	500,000	0	0	0	500,000	0	500,000
Textbook and Student Material							
Revolving	205,780	0	100,625	141,598	164,807	0	164,807
District Activity Funds	42,107	0	132,720	132,819	42,008	0	42,008
Debt Service Fund	444,783	0	482,243	508,250	418,776	0	418,776
	<u>\$ 4,065,936</u>	<u>\$ 0</u>	<u>\$ 18,143,456</u>	<u>\$ 18,085,675</u>	<u>\$ 4,123,717</u>	<u>\$ 89,996</u>	<u>\$ 4,213,713</u>

Composition of Cash:	Checking Accounts	\$ 3,982,278
	Certificate of Deposit	300,000
		<u>4,282,278</u>
	Agency Funds	(68,565)
		<u>\$ 4,213,713</u>

The notes to the financial statement are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO FINANCIAL STATEMENT**  
**JUNE 30, 2018**

**Note 1 - Summary of Significant Accounting Policies:**

Financial Reporting Entity

**Unified School District No. 309** is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Nickerson and South Hutchinson, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

**KMAAG Regulatory Basis of Presentation Fund Definitions:**

General Fund-The primary operating fund. Used to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds-To account for the proceeds of specific receipts (other than major capital projects) that are restricted by law or administrative action to expenditure for specific purposes.

Debt Service Fund- To account for the accumulation of resources for and the payment of, interest and principal on general long-term debt.

Agency Funds-To account for resources held in a trustee or agency capacity for others which therefore cannot be used to support the government's own programs.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

**UNIFIED SCHOOL DISTRICT NO. 309  
NOTES TO FINANCIAL STATEMENT  
JUNE 30, 2018**

**Budget and Tax Cycle**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and debt service funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no amendments for the year ended June 30, 2018.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds:

Federal Funds	Gifts and Grants Fund
Contingency Reserve Fund	Textbook and Student Material Revolving Fund
District Activity Funds	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

**Note 2 - In Substance Receipt in Transit:**

The District received \$652,800 subsequent to June 30, 2018, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO FINANCIAL STATEMENT**  
**JUNE 30, 2018**

**Note 3 - Defined Benefit Pension Plan:**

Plan Description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30<sup>th</sup> was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$839,957 for the year ended June 30, 2018.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO FINANCIAL STATEMENT**  
**JUNE 30, 2018**

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$9,744,923. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**Note 4 - Deposits:**

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$4,282,278 and the bank balance was \$4,178,632. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the remaining \$3,678,632 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO FINANCIAL STATEMENT**  
**JUNE 30, 2018**

**Note 5 - Interfund Transactions:**

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

	Transfer to:										
									Career and	Textbook &	
Transfer from:	(4 Year Old)	At Risk (K-12)	Bilingual Education	Virtual Education	Food Service	Professional Development	Parent Education	Special Education	Postsecondary Education	Student Material Rental	Total
General Fund	\$ 20,000	\$ 800,000	\$ 0	\$ 120,000	\$ 10,000	\$ 20,000	\$ 0	\$ 1,157,518	\$ 30,000	\$ 55,000	\$ 2,212,518
Supplemental General Fund	30,000	525,000	30,000	0	0	10,000	5,000	440,987	280,000	0	1,320,987
	\$ 50,000	\$ 1,325,000	\$ 30,000	\$ 120,000	\$ 10,000	\$ 30,000	\$ 5,000	\$ 1,598,505	\$ 310,000	\$ 55,000	\$ 3,533,505

**Note 6 - Postemployment Benefits:**

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

**Note 7 - Reimbursed Expenses:**

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

**Note 8 - Contingencies:**

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not materially exceeded commercial insurance coverage in any of the past three years.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO FINANCIAL STATEMENT**  
**JUNE 30, 2018**

**Note 9 - Compensated Absences:**

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

**Note 10 - Subsequent Events:**

The District has evaluated subsequent events through November 6, 2018, the date which the financial statement was available to be issued.

**Note 11 - Long-Term Debt:**

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

Terms for long-term liabilities for the District for the year ended June 30, 2018, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds 2015 Series	2.00 - 3.00	7/30/15	\$ 1,745,000	9/1/19

Changes in long-term liabilities for the District for the year ended June 30, 2018, were as follows:

Issue	Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds 2015 Series	\$ 1,285,000	\$ 0	\$ 480,000	\$ 805,000	\$ 28,250
	<u>\$ 1,285,000</u>	<u>\$ 0</u>	<u>\$ 480,000</u>	<u>\$ 805,000</u>	<u>\$ 28,250</u>

Current maturities of long-term debt and interest for the next five years through maturity are as follows:

	Principal	Interest	Total Principal and Interest
2019	\$ 495,000	\$ 13,625	\$ 508,625
2020	310,000	3,100	313,100
	<u>\$ 805,000</u>	<u>\$ 16,725</u>	<u>\$ 821,725</u>

**REGULATORY REQUIRED  
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	\$ 8,607,573	\$ (169,732)	\$ 2,594	\$ 8,440,435	\$ 8,440,435	\$ 0
Special Purpose Funds						
Supplemental General	2,833,650	(70,744)	114,441	2,877,347	2,877,347	0
At Risk (4 Year Old)	82,100	0	0	82,100	78,626	(3,474)
At Risk (K-12)	1,337,500	0	0	1,337,500	1,331,633	(5,867)
Bilingual Education	32,100	0	0	32,100	31,575	(525)
Virtual Education	60,600	0	0	60,600	60,394	(206)
Capital Outlay	1,102,000	0	0	1,102,000	530,518	(571,482)
Driver Training	14,375	0	0	14,375	10,443	(3,932)
Food Service	753,050	0	0	753,050	697,050	(56,000)
Professional Development	42,105	0	0	42,105	41,095	(1,010)
Parent Education	8,157	0	0	8,157	8,157	0
Special Education	1,738,184	0	0	1,738,184	1,716,934	(21,250)
Career and Postsecondary Education	315,500	0	8,772	324,272	315,981	(8,291)
KPERS Contribution	848,166	0	0	848,166	839,957	(8,209)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	272,744	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	50,119	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook and Student Material						
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	141,598	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	132,819	XXXXXXXXXX
Debt Service Fund	508,250	0	0	508,250	508,250	0
	<u>\$ 18,283,310</u>	<u>\$ (240,476)</u>	<u>\$ 125,807</u>	<u>\$ 18,168,641</u>	<u>\$ 18,085,675</u>	<u>\$ (680,246)</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 45,156	\$ 2,594	\$ 45,000	\$ (42,406)
State Sources	8,540,483	8,437,841	8,562,573	(124,732)
	<u>8,585,639</u>	<u>8,440,435</u>	<u>\$ 8,607,573</u>	<u>\$ (167,138)</u>
Expenditures				
Instruction	2,965,242	3,215,147	\$ 3,257,445	\$ (42,298)
Student Support Services	244,350	212,813	249,850	(37,037)
Instructional Support Staff	203,145	231,985	218,300	13,685
General Administration	302,397	343,128	301,300	41,828
School Administration	599,093	647,170	613,300	33,870
Operations & Maintenance	88,025	91,837	89,800	2,037
Student Transportation Services	944,480	960,306	955,800	4,506
Other Supplemental Services	524,966	525,531	600,100	(74,569)
Transfers	2,713,941	2,212,518	2,321,678	(109,160)
Adjustment to Comply with Legal Max	0	0	(169,732)	169,732
Adjustment for Qualifying Budget Credits	0	0	2,594	(2,594)
	<u>8,585,639</u>	<u>8,440,435</u>	<u>\$ 8,440,435</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Supplemental General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,343,046	\$ 1,493,200	\$ 1,343,479	\$ 149,721
County Sources	176,363	211,794	193,689	18,105
State Sources	1,266,598	1,229,761	1,229,207	554
	<u>2,786,007</u>	<u>2,934,755</u>	<u>\$ 2,766,375</u>	<u>\$ 168,380</u>
Expenditures				
Instruction	559,017	535,645	\$ 570,430	\$ (34,785)
Student Support Services	57,025	58,994	63,700	(4,706)
Instructional Support Staff	134,829	150,181	150,100	81
General Administration	25,182	30,370	32,620	(2,250)
School Administration	229,470	302,432	209,100	93,332
Operations & Maintenance	364,502	351,651	387,700	(36,049)
Student Transportation Services	81,960	115,865	160,000	(44,135)
Food Service Operation	4,116	0	0	0
Other Supplemental Services	9,595	9,419	10,000	(581)
Architectural & Engineering Service	9,840	1,803	0	1,803
Transfers	1,307,000	1,320,987	1,250,000	70,987
Adjustment to Comply with Legal Max	0	0	(70,744)	70,744
Adjustment for Qualifying Budget Credits	0	0	114,441	(114,441)
	<u>2,782,536</u>	<u>2,877,347</u>	<u>\$ 2,877,347</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	3,471	57,408		
Unencumbered Cash, Beginning	63,805	67,276		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 67,276</u>	<u>\$ 124,684</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>At Risk Fund (4 Year Old)</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Federal Sources	\$ 0	\$ 31,320	\$ 54,081	\$ (22,761)
Transfers	70,000	50,000	20,000	30,000
	<u>70,000</u>	<u>81,320</u>	<u>\$ 74,081</u>	<u>\$ 7,239</u>
Expenditures				
Instruction	67,884	78,626	\$ 82,100	\$ (3,474)
	<u>67,884</u>	<u>78,626</u>	<u>\$ 82,100</u>	<u>\$ (3,474)</u>
Receipts Over (Under) Expenditures	2,116	2,694		
Unencumbered Cash, Beginning	29,460	31,576		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 31,576</u>	<u>\$ 34,270</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>At Risk Fund (K-12)</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	<u>\$ 1,225,000</u>	<u>\$ 1,325,000</u>	<u>\$ 1,350,000</u>	<u>\$ (25,000)</u>
	<u>1,225,000</u>	<u>1,325,000</u>	<u>\$ 1,350,000</u>	<u>\$ (25,000)</u>
Expenditures				
Instruction	<u>1,232,082</u>	<u>1,331,633</u>	<u>\$ 1,337,500</u>	<u>\$ (5,867)</u>
	<u>1,232,082</u>	<u>1,331,633</u>	<u>\$ 1,337,500</u>	<u>\$ (5,867)</u>
Receipts Over (Under) Expenditures	(7,082)	(6,633)		
Unencumbered Cash, Beginning	210,814	203,732		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 203,732</u>	<u>\$ 197,099</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Bilingual Education Fund</u>	<u>Current Year</u>			<u>Variance - Over (Under)</u>
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ 0</u>
	<u>30,000</u>	<u>30,000</u>	<u>\$ 30,000</u>	<u>\$ 0</u>
Expenditures				
Instruction	<u>29,821</u>	<u>31,575</u>	<u>\$ 32,100</u>	<u>\$ (525)</u>
	<u>29,821</u>	<u>31,575</u>	<u>\$ 32,100</u>	<u>\$ (525)</u>
Receipts Over (Under) Expenditures	179	(1,575)		
Unencumbered Cash, Beginning	30,724	30,903		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 30,903</u>	<u>\$ 29,328</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Virtual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 10,000	\$ 120,000	\$ 60,000	\$ 60,000
	<u>10,000</u>	<u>120,000</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>
Expenditures				
Instruction	2,591	58,384	\$ 60,600	\$ (2,216)
Instructional Support Staff	0	2,010	0	2,010
	<u>2,591</u>	<u>60,394</u>	<u>\$ 60,600</u>	<u>\$ (206)</u>
Receipts Over (Under) Expenditures	7,409	59,606		
Unencumbered Cash, Beginning	2,786	10,195		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 10,195</u>	<u>\$ 69,801</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Capital Outlay Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 419,671	\$ 426,439	\$ 412,265	\$ 14,174
County Sources	41,855	45,436	43,686	1,750
State Sources	128,523	138,605	136,329	2,276
Transfers	100,000	0	0	0
	<u>690,049</u>	<u>610,480</u>	<u>\$ 592,280</u>	<u>\$ 18,200</u>
Expenditures				
Instruction	91,688	57,111	\$ 100,000	\$ (42,889)
Instruction Support Staff	0	0	30,000	(30,000)
General Administration	1,656	998	10,000	(9,002)
School Administration	381,532	530	0	530
Operations & Maintenance	0	0	52,000	(52,000)
Student Transportation Services	0	270,485	10,000	260,485
Food Service Operation	0	2,967	0	2,967
Facility Acquisition & Construction Services	<u>279,442</u>	<u>198,427</u>	<u>900,000</u>	<u>(701,573)</u>
	<u>754,318</u>	<u>530,518</u>	<u>\$ 1,102,000</u>	<u>\$ (571,482)</u>
Receipts Over (Under) Expenditures	(64,269)	79,962		
Unencumbered Cash, Beginning	1,490,992	1,426,723		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,426,723</u>	<u>\$ 1,506,685</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Driver Training Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 5,991	\$ 3,692	\$ 8,000	\$ (4,308)
State Sources	<u>5,632</u>	<u>6,656</u>	<u>4,200</u>	<u>2,456</u>
	<u>11,623</u>	<u>10,348</u>	<u>\$ 12,200</u>	<u>\$ (1,852)</u>
Expenditures				
Instruction	12,911	10,443	\$ 13,175	\$ (2,732)
Vehicle Operations, Maintenance	<u>0</u>	<u>0</u>	<u>1,200</u>	<u>(1,200)</u>
	<u>12,911</u>	<u>10,443</u>	<u>\$ 14,375</u>	<u>\$ (3,932)</u>
Receipts Over (Under) Expenditures	(1,288)	(95)		
Unencumbered Cash, Beginning	44,933	43,645		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 43,645</u>	<u>\$ 43,550</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Food Service Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 230,108	\$ 230,581	\$ 237,125	\$ (6,544)
State Sources	6,748	6,610	6,280	330
Federal Sources	450,090	448,839	454,765	(5,926)
Transfers	10,000	10,000	20,000	(10,000)
	<u>696,946</u>	<u>696,030</u>	<u>\$ 718,170</u>	<u>\$ (22,140)</u>
Expenditures				
School Administration	39,286	38,329	\$ 0	\$ 38,329
Operations & Maintenance	8,324	8,818	9,550	(732)
Food Service Operations	<u>674,762</u>	<u>649,903</u>	<u>743,500</u>	<u>(93,597)</u>
	<u>722,372</u>	<u>697,050</u>	<u>\$ 753,050</u>	<u>\$ (56,000)</u>
Receipts Over (Under) Expenditures	(25,426)	(1,020)		
Unencumbered Cash, Beginning	146,934	121,508		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 121,508</u>	<u>\$ 120,488</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Professional Development Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
State Sources	\$ 0	\$ 7,620	\$ 4,500	\$ 3,120
Transfers	30,000	30,000	30,000	0
	<u>30,000</u>	<u>37,620</u>	<u>\$ 34,500</u>	<u>\$ 3,120</u>
Expenditures				
Instructional Support Staff	0	0	\$ 23,105	\$ (23,105)
Central Services	0	0	19,000	(19,000)
Other Supplemental Services	34,005	41,095	0	41,095
	<u>34,005</u>	<u>41,095</u>	<u>\$ 42,105</u>	<u>\$ (1,010)</u>
Receipts Over (Under) Expenditures	(4,005)	(3,475)		
Unencumbered Cash, Beginning	61,045	57,040		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 57,040</u>	<u>\$ 53,565</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Parent Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	\$ 10,000	\$ 5,000	\$ 5,000	\$ 0
	<u>10,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Expenditures				
Student Support Services	8,157	8,157	\$ 8,157	\$ 0
	<u>8,157</u>	<u>8,157</u>	<u>8,157</u>	<u>0</u>
Receipts Over (Under) Expenditures	1,843	(3,157)		
Unencumbered Cash, Beginning	10,923	12,766		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 12,766</u>	<u>\$ 9,609</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Special Education Fund</u>	<u>Current Year</u>		Variance - Over (Under)
	Prior Year Actual	Actual      Budget	
Cash Receipts			
Local Sources	\$ 32,177	\$ 41,264      \$ 45,000	\$ (3,736)
Federal Sources	0	6,999      0	6,999
Transfers	<u>1,643,745</u>	<u>1,598,505</u> <u>1,691,678</u>	<u>(93,173)</u>
	<u>1,675,922</u>	<u>1,646,768</u> <u>\$ 1,736,678</u>	<u>\$ (89,910)</u>
Expenditures			
Instruction	1,536,615	1,563,853      \$ 1,591,084	\$ (27,231)
Student Transportation Services	132,966	150,417      147,100	3,317
Other Supplemental Services	<u>3,922</u>	<u>2,664</u> <u>0</u>	<u>2,664</u>
	<u>1,673,503</u>	<u>1,716,934</u> <u>\$ 1,738,184</u>	<u>\$ (21,250)</u>
Receipts Over (Under) Expenditures	2,419	(70,166)	
Unencumbered Cash, Beginning	723,943	726,362	
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>	
Unencumbered Cash, Ending	<u>\$ 726,362</u>	<u>\$ 656,196</u>	

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

Career and Postsecondary Education Fund	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 11,246	\$ 1,385	\$ 10,000	\$ (8,615)
State Sources	4,185	4,234	4,060	174
Federal Sources	0	8,772	0	8,772
Transfers	292,000	310,000	310,000	0
	<u>307,431</u>	<u>324,391</u>	<u>\$ 324,060</u>	<u>\$ 331</u>
Expenditures				
Instruction	303,602	314,897	\$ 315,500	\$ (603)
Operations & Maintenance	1,931	1,084	0	1,084
Adjustment for Qualifying Budget Credits	0	0	8,772	(8,772)
	<u>305,533</u>	<u>\$ 315,981</u>	<u>\$ 324,272</u>	<u>\$ (8,291)</u>
Receipts Over (Under) Expenditures	1,898	8,410		
Unencumbered Cash, Beginning	138,488	140,386		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 140,386</u>	<u>\$ 148,796</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>KPERS Contribution Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
State Sources	\$ 0	\$ 839,957	\$ 848,166	\$ (8,209)
Transfers	543,696	0	0	0
	<u>543,696</u>	<u>839,957</u>	<u>\$ 848,166</u>	<u>\$ (8,209)</u>
Expenditures				
Instruction	326,218	503,974	\$ 460,000	\$ 43,974
Student Support Services	27,185	41,998	55,000	(13,002)
Instructional Support Staff	27,185	41,998	55,000	(13,002)
General Administration	27,185	41,998	55,000	(13,002)
School Administration	43,495	67,196	70,000	(2,804)
Other Supplemental Services	16,311	25,199	40,000	(14,801)
Operations & Maintenance	43,495	67,196	70,000	(2,804)
Student Transportation Services	16,311	25,199	43,166	(17,967)
Food Service	16,311	25,199	0	25,199
	<u>543,696</u>	<u>839,957</u>	<u>\$ 848,166</u>	<u>\$ (8,209)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Bond and Interest Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 273,936	\$ 270,638	\$ 268,701	\$ 1,937
County Sources	53,824	33,717	38,333	(4,616)
State Sources	165,776	177,888	172,805	5,083
	<u>493,536</u>	<u>482,243</u>	<u>\$ 479,839</u>	<u>\$ 2,404</u>
Expenditures				
Debt Service	<u>505,350</u>	<u>508,250</u>	<u>\$ 508,250</u>	<u>\$ 0</u>
	<u>505,350</u>	<u>508,250</u>	<u>\$ 508,250</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(11,814)	(26,007)		
Unencumbered Cash, Beginning	456,597	444,783		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 444,783</u>	<u>\$ 418,776</u>		

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

<u>Federal Funds</u>			
		Prior Year Actual	Current Year Actual
Cash Receipts			
Federal Sources		\$ 318,057	\$ 272,744
		<u>318,057</u>	<u>272,744</u>
Expenditures			
Instruction		<u>318,057</u>	<u>272,744</u>
		<u>318,057</u>	<u>272,744</u>
Receipts Over (Under) Expenditures		0	0
Unencumbered Cash, Beginning		0	0
Prior Year Canceled Encumbrances		<u>0</u>	<u>0</u>
Unencumbered Cash, Ending		<u>\$ 0</u>	<u>\$ 0</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 68,815	\$ 27,901
Federal Sources	56,811	25,119
	<u>125,626</u>	<u>53,020</u>
Expenditures		
Instruction	114,966	31,018
Student Support Services	7,989	12,541
Instructional Support Services	18,053	6,560
	<u>141,008</u>	<u>50,119</u>
Receipts Over (Under) Expenditures	(15,382)	2,901
Unencumbered Cash, Beginning	16,536	1,154
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 1,154</u>	<u>\$ 4,055</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 0	\$ 0
	<u>0</u>	<u>0</u>
Expenditures		
Transfers	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	500,000	500,000
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 500,000</u>	<u>\$ 500,000</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)**

Textbook and Student Material Revolving Fund

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Local Sources	\$ 52,253	\$ 45,625
Transfers	<u>56,500</u>	<u>55,000</u>
	<u>108,753</u>	<u>100,625</u>
 Expenditures		
Instruction	<u>65,440</u>	<u>141,598</u>
	<u>65,440</u>	<u>141,598</u>
 Receipts Over (Under) Expenditures	43,313	(40,973)
 Unencumbered Cash, Beginning	162,467	205,780
 Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	<u>\$ 205,780</u>	<u>\$ 164,807</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**AGENCY FUNDS**  
**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Nickerson High School				
Class of 2016	\$ 5	\$ 0	\$ 0	\$ 5
Class of 2017	1,478	0	1,478	0
Class of 2018	4,628	0	3,972	656
Class of 2019	626	8,238	4,051	4,813
Class of 2020	325	230	0	555
Class of 2021	0	235	0	235
Cheerleaders	1,336	8,375	5,462	4,249
Debate	0	2,045	1,790	255
Creative Writing	529	420	113	836
Forensics	116	170	174	112
FBLA	2,805	8,000	8,052	2,753
FCCLA	851	1,719	1,795	775
Spanish Club	11	0	0	11
Key Club	408	1,116	1,048	476
National Honor Society	152	0	299	(147)
Instrumental Music	1,723	1,874	2,450	1,147
Vocal Music	15	562	590	(13)
Madrigals	1,354	2,209	2,973	590
Yearbook/Publications	832	3,930	0	4,762
SAVE/SADD	585	0	0	585
Production Metals	726	1,883	979	1,630
Scholars Bowl	588	144	171	561
Productions/Musical	1,687	4,846	2,538	3,995
School Play	100	0	0	100
Science Club	644	891	934	601
Madrigals Trip	550	41,251	38,063	3,738
Drama Club	75	0	16	59
Drill Team	484	0	484	0
Skills USA	2,253	1,045	896	2,402
STUCO-General	1,550	4,457	2,457	3,550
Entrepreneurship	939	20	0	959
Women's Empowerment	9	0	0	9
Book Club	1	0	0	1
FCA	505	506	0	1,011
Panther TV Group	0	236	0	236
Scholarships	205	0	0	205
Panther Pride Education	1,057	0	0	1,057
Hutchinson Community				
Foundation Grant	580	1,000	0	1,580
Prairie Quilt Guild Grant	3,956	1,355	3,546	1,765
Sales Tax	0	6,151	5,894	257
	<u>33,688</u>	<u>102,908</u>	<u>90,225</u>	<u>46,371</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**AGENCY FUNDS**  
**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Nickerson Elementary School				
Student Council	7,838	19,924	18,988	8,774
5K Run	<u>2,570</u>	<u>2,290</u>	<u>1,764</u>	<u>3,096</u>
	<u>10,408</u>	<u>22,214</u>	<u>20,752</u>	<u>11,870</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**AGENCY FUNDS**  
**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Reno Valley Middle School				
7th Grade	319	1,105	640	784
8th Grade	793	2,008	1,528	1,273
PAWS	1,863	3,043	3,020	1,886
Instrumental Music	762	4,653	4,604	811
Yearbook/Publications	1,100	1,085	1,227	958
STUCO-General	613	1,219	1,000	832
	<u>5,450</u>	<u>13,113</u>	<u>12,019</u>	<u>6,544</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**AGENCY FUNDS**  
**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
South Hutchinson Elementary School				
Spirit Club	1,343	2,158	2,656	845
Yearbook	996	1,690	2,169	517
Stuco	4,628	622	2,832	2,418
	<u>6,967</u>	<u>4,470</u>	<u>7,657</u>	<u>3,780</u>
 Total Agency Funds	 <u>\$ 56,513</u>	 <u>\$ 142,705</u>	 <u>\$ 130,653</u>	 <u>\$ 68,565</u>

**UNIFIED SCHOOL DISTRICT NO. 309**  
**DISTRICT ACTIVITY FUNDS**  
**SCHEDULE OF CASH RECEIPTS, EXPENDITURES,**  
**AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Nickerson High School							
Athletics	\$ 19,356	\$ 0	\$ 91,667	\$ 93,328	\$ 17,695	\$ 0	\$ 17,695
Concession/Vending Machines	7,973	0	25,565	28,986	4,552	0	4,552
	<u>27,329</u>	<u>0</u>	<u>117,232</u>	<u>122,314</u>	<u>22,247</u>	<u>0</u>	<u>22,247</u>
Reno Valley Middle School							
Athletics	861	0	4,257	3,928	1,190	0	1,190
School Projects	8,024	0	0	480	7,544	0	7,544
Concession/Vending Machines	0	0	3,997	3,366	631	0	631
	<u>8,885</u>	<u>0</u>	<u>8,254</u>	<u>7,774</u>	<u>9,365</u>	<u>0</u>	<u>9,365</u>
Nickerson Elementary School							
Hutchinson Foundation Grant	0	0	1,754	57	1,697	0	1,697
Rimmer Fund	0	0	493	0	493	0	493
NES heal	0	0	1,500	64	1,436	0	1,436
Tulsa Community Foundation	0	0	2,000	0	2,000	0	2,000
	<u>0</u>	<u>0</u>	<u>5,747</u>	<u>121</u>	<u>5,626</u>	<u>0</u>	<u>5,626</u>
South Hutchinson Elementary School							
HCF Grant-2015 Pre-K Rimmer Fun	787	0	0	787	0	0	0
Outdoor Classroom	4,055	0	0	177	3,878	0	3,878
HCF Early Child Educ Enrichment	320	0	1,487	915	892	0	892
Teacher Initiative Grant	731	0	0	731	0	0	0
	<u>5,893</u>	<u>0</u>	<u>1,487</u>	<u>2,610</u>	<u>4,770</u>	<u>0</u>	<u>4,770</u>
Total District Activity Funds	<u>\$ 42,107</u>	<u>\$ 0</u>	<u>\$ 132,720</u>	<u>\$ 132,819</u>	<u>\$ 42,008</u>	<u>\$ 0</u>	<u>\$ 42,008</u>

## **FEDERAL AWARD INFORMATION**



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# BUSBY FORD & REIMER, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**INDEPENDENT AUDITORS' REPORT**

**Board of Education  
Unified School District No. 309**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Unified School District No. 309**, as of and for the year ended **June 30, 2018**, and the related notes to the financial statement, which collectively comprise **Unified School District No. 309's** basic financial statement, and have issued our report thereon dated November 6, 2018. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Unified School District No. 309's** internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 309's** internal control. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 309's** internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**Board of Education  
Unified School District No. 309**

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 309's** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

***Busby Ford & Reimer, LLC***

Busby Ford & Reimer, LLC  
November 6, 2018



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# BUSBY FORD & REIMER, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

## REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

### INDEPENDENT AUDITORS' REPORT

**Board of Education  
Unified School District No. 309**

Report on Compliance for Each Major Federal Program

We have audited the compliance of **Unified School District No. 309**, with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of **Unified School District No. 309's'** major federal programs for the year ended **June 30, 2018**. **Unified School District No. 309's'** major federal financial programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of **Unified School District No. 309's'** major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **Unified School District No. 309's'** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of **Unified School District No. 309's'** compliance.

**Board of Education  
Unified School District No. 309**

Opinion on Each Major Federal Program

In our opinion, **Unified School District No. 309** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended **June 30, 2018**.

Report on Internal Control Over Compliance

Management of **Unified School District No. 309** is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered **Unified School District No. 309's** internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 309's** internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weakness may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

***Busby Ford & Reimer, LLC***

Busby Ford & Reimer, LLC  
November 6, 2018

**UNIFIED SCHOOL DISTRICT NO. 309**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA No.	Program Amount	Unencumbered Cash 7-1-17	Receipts	Expenditures	Unencumbered Cash 6-30-18
<u>(Passes Through Kansas Department of Education)</u>						
Department of Agriculture						
Child Nutrition Cluster-Cluster						
School Breakfast Program	10.553	\$ 89,732				
National School Lunch Program	10.555	338,414				
Summer Food Service Program for Children	10.559	20,568				
Fresh Fruit and Vegetable Program	10.582	125				
		<u>448,839</u>	<u>\$ 0</u>	<u>\$ 448,839</u>	<u>\$ 448,839</u>	<u>\$ 0</u>
Department of Education						
Title I Grants to Local Educational Agencies	84.010	228,424	0	228,424	228,424	0
Special Education Grants to States	84.027	6,999	0	6,999	6,999	0
Career and Technical Education-Basic Grants to States	84.048	909	0	909	909	0
Rural Education	84.358	25,119	0	25,119	25,119	0
Supporting Effective Instruction State Grants	84.367	37,541	0	37,541	37,541	0
Student Support and Academic Enrichment Program	84.424	6,779	0	6,779	6,779	0
		<u>305,771</u>	<u>0</u>	<u>305,771</u>	<u>305,771</u>	<u>0</u>
Department of Health and Human Services						
Temporary Assistance for Needy Families Cluster-Cluster						
Temporary Assistance for Needy Families	93.558	31,320	0	31,320	31,320	0
<u>(Passes Through Unified School District No. 308)</u>						
Department of Education						
Career and Technical Education-Basic Grants to States	84.048	7,863	0	7,863	7,863	0
Total Federal Awards		<u>\$ 793,793</u>	<u>\$ 0</u>	<u>\$ 793,793</u>	<u>\$ 793,793</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this schedule.

**UNIFIED SCHOOL DISTRICT NO. 309**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**Note 1 - Basis of Presentation:**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Unified School District No. 309**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**Note 2 - Indirect Cost Rate:**

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

**UNIFIED SCHOOL DISTRICT NO. 309  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

**SUMMARY OF AUDIT RESULTS**

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **Unified School District No. 309**.
2. No significant deficiencies or material weaknesses were reported in the Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statement of **Unified School District No. 309**, were disclosed during the audit.
4. No significant deficiencies or material weakness were reported in the Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.
5. The independent auditors' report on compliance for the major federal award programs for **Unified School District No. 309**, expresses an unmodified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for **Unified School District No. 309**.
7. The programs tested as major programs were:

Child Nutrition Cluster-Cluster	
School Breakfast Program	10.553
National School Lunch Program	10.555
Summer Food Service Program for Children	10.559
Fresh Fruit and Vegetable Program	10.582
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. **Unified School District No. 309**, was determined not to be a low-risk auditee.

**UNIFIED SCHOOL DISTRICT NO. 309  
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

There are no prior audit findings.